

PURCHASING & LICENSING COMMITTEE

12-0465R

RESOLUTION INCREASING THE ORIGINAL PURCHASE ORDER ISSUED TO DULUTH READY MIX, INC., FOR CLASS 5 GRAVEL TO BE USED IN FLOOD PROJECTS, BY \$126,122.97, FOR A NEW FLOOD-RELATED CONTRACT TOTAL OF \$146,122.97.

CITY PROPOSAL:


WHEREAS, the purchasing division issued Purchase Order 12-0478 in the amount of \$20,000 to Duluth Ready Mix on July 25, 2012, for class 5 and related supplies for flood-related projects;

NOW, THEREFORE, BE RESOLVED, that the proper city officials are authorized to increase the purchase order issued to Duluth Ready Mix, Inc., by \$126,122.97 (\$118,009.80 plus \$8,113.17 sales tax) for the purchase and delivery of additional class 5 gravel to be used by public works and street maintenance crews in flood projects, for a new flood-related contract total of \$146,122.97, payable as follows:

- (a) \$20,000.00 - Disaster Recovery Fund 225, Dept./Agency 125 (Finance), Div. 1803 (Roads and Bridges), Obj. 5224 (Gravel & Other Maintenance Materials), Project FLOOD-990;
- (b) \$126,122.97 - Disaster Recovery Fund 225, Dept./Agency 125 (Finance), Div. 1803 (Roads and Bridges), Obj. 5224 (Gravel & Other Maintenance Materials), Project Flood-482.

Approved:

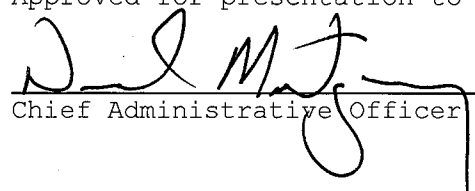

Department Director

Purchasing Agent 

Approved as to form:


STMTC/PRCH DS:le 09/12/2012

Approved for presentation to council:


Chief Administrative Officer

Approved:



STATEMENT OF PURPOSE: This resolution authorizes an increase of \$126,122.97 in the original purchase order issued to Duluth Mix, Inc., bringing the 2012 flood-related contract to \$146,122.97. The original Purchase Order No. 12-0478 was

issued July 25, 2012, for \$20,000. (Council approval was not required for this amount.)

The rate is based on the vendor's 2011 low bid of \$7.95 per ton. The city council awarded the annual contract for class 5 to Duluth Ready Mix, Inc., in its approval of Resolution 11-0183R on April 25, 2011.

Requisition No. 12-0478